

issued shall not exceed the specified project costs in Section 2 and Section 7 of this act plus five percent (5%) of such amount to pay issuance expenses, fund reserve funds, pay capitalized interest and pay other related additional costs, plus any increase in the specific project costs authorized by the Director of the Budget pursuant to Section 3 of this act.

SECTION 5. With respect to the Marine Biotechnology Research Facility project at the University of North Carolina at Wilmington, the institution may accomplish construction and financing through lease arrangements to and from a special purpose entity created or existing for that purpose and through working with other State agencies.

SECTION 6. With respect to the Residence Halls project at Western Carolina University, the institution may accomplish construction and financing through lease arrangements to and from the Western Carolina University Research and Development Corporation.

SECTION 7. The University of North Carolina at Chapel Hill may accomplish the financing of the acquisition and implementation of certain components of its enterprise administrative systems, including, but not limited to, Student, Human Resources, Payroll, and Finance, in an amount not to exceed fifty-nine million dollars (\$59,000,000). Costs related to the project may include, but not be limited to, costs of applicable hardware, software, consulting services, project and support staff, renovation of the Porthole Building on the campus of the University of North Carolina at Chapel Hill, training services, leases of space for the project, and any technical infrastructure components required to implement the systems for the duration of the project. The project shall be deemed to be a "capital facility" and a "special obligation bond project" for purposes of G.S. 116D-22(5).

The University of North Carolina at Chapel Hill must report semiannually on its enterprise administrative systems project to the Joint Legislative Oversight Committee on Information Technology, the chairs of the Senate and House Finance and Appropriations Committees, and the Fiscal Research Division. The report must be made on January 1 and July 1 of each year until the project is fully funded and operational. The report must include all of the following:

- (1) A summary of project implementation to date and planned implementation activities.
- (2) A summary of expenditures to date by funding source and of planned expenditures by funding source.
- (3) A summary of issued debt and planned issuances.

PART II. REVISE UNIVERSITY GENERAL OBLIGATION INDEBTEDNESS

SECTION 8. Pursuant to Section 2(b) of S.L. 2000-3, the General Assembly finds that it is in the best interest of the State to respond to current educational and research program requirements at Elizabeth City State University by (i) changing the scope of "Mitchell-Lewis Residence Hall – Replacement" to a comprehensive renovation project and by (ii) reducing the scope of the "Land Acquisition" project and transferring unused funds to "Lane Hall Classroom Building – Comprehensive Renovation" and "Electrical Distribution System Upgrade" and "Campus Infrastructure Improvements." Section 2(a) of S.L. 2000-3 is therefore amended in the portion under Elizabeth City State University by:

- (1) Renaming "Mitchell-Lewis Residence Hall – Replacement" to read "Mitchell-Lewis Residence Hall – Comprehensive Renovation," and